

Message Text

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43

ACTION EB-07

INFO OCT-01 ARA-06 ISO-00 AEC-05 AID-05 CEA-01 CIAE-00

CIEP-01 COME-00 DODE-00 FAEAE-00 FPC-01 H-01 INR-07

INT-05 L-02 NSAE-00 NSC-05 OMB-01 PM-03 RSC-01 SAM-01

OES-03 SP-02 SS-15 STR-01 TRSE-00 FRB-03 /077 W

----- 069308

R 071525Z FEB 75

FM AMEMBASSY SANTO DOMINGO

TO SECSTATE WASHDC 2761

INFO AMEMBASSY CARACAS

LIMITED OFFICIAL USE SANTO DOMINGO 0617

E.O. 11652: N/A

TAGS: EFIN, ENGR, DR

SUBJECT: VENEZUELAN OIL SALES SCHEME

REF: SANTO DOMINGO 0544

1. DOMINICAN CENTRAL BANK OFFICIALS BELIEVE THAT VENEZUELA IS ABOUT TO OFFER THE DR, AND OTHER CARIBBEAN IMPORTERS OF VENEZUELAN OIL, A GOVERNMENT-TO-GOVERNMENT ARRANGEMENT SIMILAR TO THE AGREEMENTS REACHED

WITH CENTRAL AMERICAN COUNTRIES. THE TERMS WHICH MIGHT BE OFFERED THE DR ARE NOT KNOWN BUT THE PLAN WOULD BE FOR DIRECT PAYMENT OF AROUND SIX DOLLARS PER BARREL AND THE REMAINING COST PER BARREL PAID IN LOCAL CURRENCY. THE LOCAL CURRENCY COMPONENT WOULD BE DEPOSITED IN A TIME-DEPOSIT WITH THE CENTRAL BANK BEARING SEVEN AND ONE-HALF OR EIGHT PERCENT INTEREST. THESE TIME-DEPOSIT FUNDS COULD BE USED BY VENE-

ZUELA FOR LOCAL INVESTMENT PURPOSES OR AGREED-UPON DEVELOPMENT ASSISTANCE LOANS TO THE GODR.

2. CENTRAL BANK OFFICIALS THINK THAT AN OFFER MAY COME FROM THE VENEZUELAN AT THE UPCOMING VENEZUELAN-CARIBBEAN SUMMIT MEETING.
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THEIR CURRENT FEELING, HOWEVER, IS NEGATIVE AND THEY SEEM

INCLINED TO RECOMMEND AGAINST A GODR-GOV AGREEMENT ALONG THE ABOVE
LINES.
HURWITCH

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NNN

Message Attributes

Automatic Decaptoning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: PETROLEUM, PRICES, FOREIGN ASSISTANCE, LOANS
Control Number: n/a
Copy: SINGLE
Draft Date: 07 FEB 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: GolinoFR
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
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Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750046-0040
From: SANTO DOMINGO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750262/aaaacdpg.tel
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Office: ACTION EB
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Original Handling Restrictions: n/a
Original Previous Classification: n/a
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Margaret P. Grafeld
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05 JUL 2006

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TAGS: EFIN, ENRG, EAID, DR
To: STATE
Type: TE
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